

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 6643

BILL NUMBER: HB 1153

NOTE PREPARED: Jan 6, 2013

BILL AMENDED:

SUBJECT: Controlled Substances Data Fund.

FIRST AUTHOR: Rep. Morris

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: X GENERAL
X DEDICATED
FEDERAL

IMPACT: State

Summary of Legislation: This bill increases, from 16% to 75%, the percentage of revenue from the controlled substances registration fees that is used to operate the Indiana Scheduled Prescription Electronic Collection and Tracking Program (INSPECT) program.

Effective Date: July 1, 2013.

Explanation of State Expenditures:

Explanation of State Revenues: This bill would decrease revenue to the General Fund by approximately \$600,000, annually. The revised allocation would direct the \$600,000 to the dedicated, nonreverting Controlled Substances Data Fund (CSD Fund), which is used to fund the operation of the INSPECT program.

Currently, 84% of the revenue from controlled substances registration fees is deposited in the General Fund, while 16% is deposited in the CSD Fund. The bill decreases the percentage of revenue for the General Fund to 25% and increases the percentage for the CSD Fund to 75%. This estimate assumes that the controlled substances registration fee and the number of registrations will remain stable. The Indiana Professional Licensing Agency (IPLA) typically estimates the Controlled Substances Registration fee revenue on a two-year basis since license types are staggered two-year renewals, and the fees are assessed with the license renewals.

Current Allocation	Controlled Substance Registration Fees	General Fund 84%	Controlled Substances Data Fund 16%
FY 2011	1,104,730	927,908	176,822
FY 2012	918,369	771,452	146,917
Two-Year Total	2,023,099	1,699,360	323,739
Average Annual	\$ 1,011,550	\$ 849,680	\$ 161,870

Revised Allocation	Controlled Substance Registration Fees	General Fund 25%	Controlled Substances Data Fund 75%
Average Annual	\$ 1,011,550	\$ 252,888	\$ 758,662
Difference Due to Change in Allocation		(\$ 596,792)	\$ 596,792

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: IPLA.

Local Agencies Affected:

Information Sources: IPLA.

Fiscal Analyst: Kathy Norris, 317-234-1360.